

Bidder Registration System Update

July 13, 2011



Mayoral Equal Opportunity Task Force

- August 2007
 - Purchasing & Contracting Department
 Tasked to Measure:
 - Availability
 - Utilization
 - Disparity of DBE's, Small, Local etc.
 - Outreach Initiatives
 - Electronic Bidder Registration



History

- November 2007
 - Purchasing & Contracting entered into agreement with SDDPC
- June 2008
 - Contractor/Vendor Registration went Live
 - Did not interface with OPIS (Purchasing) or AMRIS (Financial) Systems
 - Did not provide electronic bidder notification



- June 2008 (Cont.)
 - Required manual electronic notices
 - Labor intensive
 - Bids and Request for Proposals Posted on City's website
- July 2009
 - City implemented SAP
 - Electronic bidder registration was not included



- August 2010
 - Prism system implemented by EOC
 - Notifies only certified SLBE/ELBE
- September 2010
 - City utilized a cooperative procurement process with the SDUSD to select DemandStar Onvia



- December 2010
 - Internal approval for DemandStar initiated with Information Technology
- April 2011
 - Information Technology BLG granted approval to implement DemandStar
- May 11, 2011
 - Notification letters sent to 27,000 vendors requesting registration in DemandStar



- June 3, 2011
 - City posted first bids(3) on DemandStar Onvia
- June 6, 2011
 - City authorized \$900,000 to implement electronic vendor registration phase of SAP SRM module



Benefits

- DemandStar Onvia System Provides:
 - On-line vendor registration
 - Electronic bidder notification
 - One agency free subscription
 - Targeted Outreach
 - Supplemental Supplier
- No cost to the City



Benefits (Cont.)

- Offers access to a diverse vendor base
 - Greater opportunity for targeted Outreach
 - Over 100,000 nationwide vendors
 - Approximately 3,600 vendors are registered for notification of business in San Diego
 - Over 600 vendors located in San Diego



Benefits (Cont.)

- Proven Track Record since 1997
 - Used by approximately 400 Public entities nationwide including:
 - San Diego Unified School District
 - San Diego Housing Commission
 - Sweetwater Union High School District



Benefits (Cont.)

- Meets the objectives indentified in the 2007
 Mayoral Equal Opportunity Task Force
- Streamlines and Improves the efficiency of the procurement process
- Allocated funding can be used for additional purchasing and contracting enhancements
- Confidentiality clause requiring all reasonable measures to protect the secrecy of and award disclosure or use of the confidential information



Costs

- Stand alone system that is not integrated with SAP
 - Vendors must be registered in SAP for contract award
- Potential, minimal cost to the vendor if they choose to register with multiple agencies



Supplier Relations Module (SRM)

- Full implementation of SRM system to cost approximately \$3 million
- Provides automated RFP/RFB/RFQ and contract document creation, vendor performance evaluation tools and catalog capability functions that automate P&C processes



SAP SRM Alternative Functions

Integration of suppliers'
e-selling solutions
including shopping carts
- Reverse Auction

Management of approved vendor lists

Catalog/Requisition Interface - Sourcing

> Automated creation of RFP and contract documents

SRM

Identification of contract and PO consolidation opportunities

Evaluation of vendor performance on contract service level agreements, delivery dates and other measures

Monitoring of contract lifecycles



Next Steps

- Continue Outreach
 - Purchasing & Contracting has participated in over 200 outreach activities in FY 10
 - Purchasing & Contracting will meet numerous business groups over next 90 days
- Continue implementation and monitoring of Demand Star
- Identify alternative SRM functions for implementation, if appropriate after evaluation and outreach



DEMONSTRATION